

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, AUGUST 12, 2008**, upon the application of **INDIGO MINERALS LLC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Hosston Formation, Reservoir A, and the Cotton Valley Formation, Reservoir A**, in the West Simsboro Field, Lincoln Parish, Louisiana.

1. To permit Applicant to drill, designate and utilize two (2) alternate unit wells for HOSS RA SUC at the locations shown on the plats submitted with the application.
2. To permit Applicant to drill, designate and utilize a substitute unit well and an alternate unit well for CV RA SUA at the locations shown on the plats submitted with the application.
3. To approve an exception to the spacing provisions of Office of Conservation Order No. 327-B-2, effective August 1, 1980, and of Order No. 327-D, effective August 1, 1980, for the location of either of the proposed wells, as shown on the plats submitted with the application, which does not comply with the spacing provisions of these Orders.
4. To permit Applicant to combine downhole production from the Hosston Formation, Reservoir A, with production from the Cotton Valley Formation, Reservoir A, in any well drilled on HOSS RA SUC and CV RA SUA in which the ownership interests in these units are identical.
5. To permit the operator of HOSS RA SUC and of CV RA SUA to produce the allowables assigned to these units from either the unit or substitute unit well, from any alternate unit well, or from any combination of such wells at the option of the operator.
6. To designate Applicant as operator of CV RA SUA.
7. To consider such other matters as may be pertinent.

The Hosston Formation, Reservoir A was initially defined in Order No. 327-B-2, effective August 1, 1980, and was redefined in Order No. 327-B-6, effective March 4, 1986.

The Cotton Valley Formation, Reservoir A was defined in Order No. 327-D, effective August 1, 1980.

Plats are available for inspection in the Office of Conservation in **Baton Rouge and Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH
COMMISSIONER OF CONSERVATION

Baton Rouge, LA

7/29/08;8/1/08

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IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN FIVE (5) WORKING DAYS OF THE HEARING DATE.